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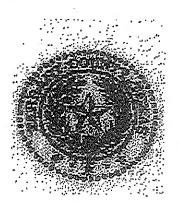
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\$24.00

Suzanne Henderson

Submitter: ACS



DALE PROPERTY SERVICES, LLC ATTN: RECORDING TEAM 500 TAYLOR ST. STE 600 FORT WORTH, TEXAS 76102

Submitter: DALE PROPERTY SERVICES, LLC

SUZANNE HENDERSON TARRANT COUNTY CLERK TARRANT COUNTY COURTHOUSE 100 WEST WEATHERFORD FORT WORTH, TX 76196-0401

DO NOT DESTROY

WARNING - THIS IS PART OF THE OFFICIAL RECORD

ELECTRONICALLY RECORDED BY ERXCHANGE

NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OR ALL OF THE FOLLOWING INFORMATION FROM ANY INSTRUMENT THAT TRANSFERS AN INTEREST IN REAL PROPERTY BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

Producers 88 (4-89) — Paid Up With 640 Acres Pooling Provision STANDARD LEASE

4 × 1-5

PAID UP OIL AND GAS LEASE (No Surface Use)

Electronically Recorded Chesapeake Operating, Inc.

THIS LEASE AGREEMENT Is made this 15th day of NOV EVALUE 2010, by and between David Trevino, and his wife Sarah Jane Whitten whose address is 5519 Plymouth Drive. Lawrence KS 66049 as Lessor, and CHESAPEAKE EXPLORATION. L.C., an Oklahoma limited liability company, whose address is P.O. Box 18495, Oklahoma City. Oklahoma 73154-0496, as Lessoe. All printed portions of this lease were prepared by the party hereinabove named as Lessoe, but all other provisions (including the completion of blank spaces) were prepared jointly by Lessor and Lessoe.

In consideration of a cash bonus in hard paid and the covenants herein contained, Lessor hereby grants, leases and less exclusively to Lessee the following described lend hereinabove called lease of teamless.

0.325 ACRES OF LAND, MORE OR LESS, BEING Block E. Lot 37R, OUT OF THE Cooke's Meadow Addition, AN ADDITION TO THE CITY OF Fort Worth, BEING MORE PARTICULARLY DESCRIBED BY METES AND BOUNDS IN THAT CERTAIN PLAT RECORDED IN VOLUME 388-132, PAGE 29 OF THE PLAT RECORDS OF TARRANT COUNTY, TEXAS,

in the county of TARRANT, State of TEXAS, containing 0.325 gross acres, more or less (including any interests therein which Lessor may hereafter acquire by reversion, in the country of IARCHANT, State of TEXAS, containing <u>U_ASE</u> gross acres, more or less (including any interests therein which Lessor may hereafter socule by reversion, prescription or otherwise), for the pumpose of exploring for, developing, producing and marketing oil and gas, along with all hydrocarbon and non hydrocarbon substances produced in association therewith (including geophysical/seismic operations). The term "gus" as used herein includes helium, carbon dioxide and other commercial gases, as well as hydrocarbon gases. In addition to the above-described leased premises, this lesse also covers accretions and any small strips or parcels of land now or hereafter owned by Lessor which are contiguous or adjacent to the above-described leased premises, and, in consideration of the aforementioned cash bonus, Lessor agrees to execute at Lessee's request any additional or supplemental instruments for a more complete or accurate description of the land so covered. For the purpose of determining the amount of any shut-in royalties hereunder, the number of gross acres above specified shall be deemed correct, whether actually more or less.

- 2. This lease, which is a "paid-up" lease requiring no rentals, shall be in force for a primary term of Five (5) years from the date hereof, and for as long thereafter as oil or gas or other substances covered hereby are produced in paying quantities from the leased premises or from lands pooled therewith or this lease is otherwise maintained in
- 3. Royalties on oil, gas and other substances produced and saved hereunder shall be paid by Lessee to Lessor as follows: (a) For oil and other liquid hydrocarbons separated at Lessee's separator facilities, the royalty shall be <u>Twenty-Five Percent</u> (25)% of such production, to be delivered at Lessee's option to Lessor at the wellhead or to Lessor's credit at the oil purchaser's transportation facilities, provided that Lessee shall have the continuing right to purchase such production at the wellhead market price then prevailing in the same field, then in the nearest field in which there is such a prevailing price) for production of similar grade and gravity; (b) for gas (Including casing head gas) and all other substances covered hereby, the royalty shall be Twenty-Five Percent (25)% of the proceeds realized by Lessee from the sale thereof, less a proportionate part of ad valorem taxes and production, severance, or other excise taxes and the costs incurred by Lessee in delivering, processing or otherwise marketing such gas or other substances, provided that Lessee shall have the continuing right to purchase such production at the prevailing wellhead market price paid for production of similar quality in the same field of if there is no such price then prevailing in the same field, then in the nearest field in which there is such a prevailing price) pursuant to comparable purchase contracts entered into on the same or nearest preceding date as the date on which Lessee commences its purchases hereunder, and (c) if at the end of the primary tarm or yitime thereafter one or more wells on the leased premises or lands pooled therewith are capable of either producing oil or gas or other substances covered hereby in paying quantities or such wells are entire shurt-in or producing oil or gas or other substances covered hereby in paying quantities or such wells are entire shurt-in or producing in paying quantities for the purpose of maintaining this lease. If for a period of 90 consecutive days such well or wells are shurt-in or producion there from is not being sold by Lessee, then Lessees shall pay shurt-in royalty of one dollar per acre then covered by this lease, such payment to be made to Lessor or to Lessor's credit in the depository designated below, on or before the end of said 90-day period while the well or wells are shurt-in or production there from is not being sold by Lessee; provided that if this lease is otherwise being maintained by operations, or if production is being sold by Lessee from another well or wells on the leased premises or lands pooled therewith, no shuf-in royalty shall be due until the end of the 90-day production of similar grade and gravity; (b) for gas (including casing head gas) and all other substances covered hereby, the royalty shall be Twenty-Five Percent
- payments.

 5. Except as provided for in Paragraph 3, above, if Lessee drills a well which is incapable of producing in paying quantities (hereinster called "dry hole") on the leased premises or lands pooled therewith, or if all production (whether or not in paying quantities) permanently casses from any cause, including a revision of unit boundaries pursuant to the provisions of Paragraph 8 or the action of any governmental authority, then in the event this lease is not otherwise being maintained in force it shall nevertheless remain in force if Lessee commerces operations for reworking an existing well or for drilling an additional well or for otherwise being maintained in force it shall nevertheless remain in force if Lessee commerces operations for reworking an existing well or for drilling an additional well or for otherwise being maintained in the lessed premises or lands pooled therewith within 90 days after completion of operations caused by the or within 90 days after such cessation of all production. If at the end of the primary term, or at any time thereafter, this lease is not otherwise being maintained in force but Lessee is then engaged in drilling, reworking or any other operations reasonably calculated to obtain or restore production there from, this lease shall be leased to land any one or more of such operations are prosecuted with no cessation of more than 90 consecutive days, and if any such operations result in the production of oil or gas or other substances covered hereby, as long thereafter as there is production in paying quantities from the leased premises or lands pooled therewith. After completion of a well capable of producing in paying quantities hereunder, Lessee shall drill such additional wells on the leased premises or lands pooled therewith as a reasonably prudent operator would drill under the same or similar circumstances to (a) develop the leased premises or lands pooled therewith as a reasonably prudent operator would drill under the same or similar circumstances to (a) dev
- additional wells except as expressly provided herein.

 6. Lessee shall have the right but not the obligation to pool all or any part of the leased premises or interest therein with any other lands or interests, as to any or all depths or zones, and as to any or all substances covered by this lease, either before or after the commencement of production, whenever Lessee deems it necessary or proper to do so in order to prudently develop or operate the leased premises, whether or not similar pooling authority exists with respect to such other lands or interests. The unit formed by such pooling for an oil well which is not a horizontal completion shall not exceed 80 acres plus a maximum acreage tolerance of 10%, and for a gas well or a horizontal completion stochologing, the terms "oil well" and "gas well" shall have the meanings prescribed by applicable law or the appropriate governmental authority, or, if no definition is an prescribed, "oil well" means a well with an initial ges-oil ratio of 100,000 cubic feet or more per barrel, based on 24-hour production test conducted under normal producing conditions using standard lease separator facilities or equivalent testing equipment; and the term "horizontal completion" means an oil well in which the horizontal component of the gross completion interval in the reservoir exceeds the vertical component thereof. In exercising its pooling rights hereunder, Lessee shall file of record a written declaration describing the unit and stating the effective date of pooling. Production, drilling or reworking operations anywhere on a unit which includes all or any part of the leased premises shall be treated as if it were production, which the net acreage covered by this lease and included in the unit bears to the total gross acreage in the unit, but only to the extent such proportion of unit production which the net acreage covered by this lease and included in the unit bears to the total gross acreage in the unit, but only to the extent such proportion of unit production in whi
- rship shall have the effect of reducing the rights or enlarging the obligations of Lessee heraunder, and no change in ownership shall be binding on Lessee until 60 days

after Lessee has been furnished the original or certified or duly authenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee or until Lessor has satisfied the notification requirements contained in Lessee's usual form of division order. In the event of the death of any person entitled to shur-in royalities hereunder, Lessee may pay or tender such shur-in royalities to the credit of decedent or decedent's estate in the depocitory designated above. If at any time two or more persons are entitled to shur-in royalities hereunder, Lessee may pay or tender such shur-in royalities to such persons or to their credit in the depository, either jointly or arising with respect to the transferred which each owns. If Lessee transfers is interest hereunder in whole or in part Lessee shall be relieved of all obligations thereafter arising with respect to the transferred interest, and failure of the transferree to satisfy such obligations with respect to the transferred interest and lot affect the rights of Lessee with respect to any interest not so transferred. If Lessee transfers a full or undivided interest in all or any portion of the area covered by this lease, the obligation to pay or tender shut-in royalities hereunder shall be divided between Lessee and the transferre in proportion to the net acreage interest in this lesses then held by each.

9. Lessee may, at any time and from time to time, deliver to Lessor or file of record a written release of this lease as to a full or undivided interest in all or any portion of the area covered by this lease or any depths or zones there under, and shall thereupon be relieved of all obligations thereafter arising with respect to the interest so released. If Lessee releases all or an undivided interest in all or any portion of the area covered hereby, Lessee's obligation to pay or tender shut-in royalities shall be proportionately reduced in accordance with the net acreage interest retained hereunder.

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he area covered by this lease or any depths or zones there under, and shall thereupon be relieved all obligations thereafter arising with respect to the interest so released if leases e releases all or an undivided interest in less than all of the area covered hereby, Lessee's obligation to pay or tender shut-in royalties shall be proportionately reduced in accordance with the net acreage interest retained hereunder.

10. In exploring for, developing, producing and marketing oil, gas and other substances covered hereby on the leased premises or lands pooled or untitzed herewith, in primary and/or enhanced recovery, Lessees shall have the right to impress and eggress along with the right to conduct such operations on the leased premises as may be reasonably necessary for such purposes, including but not limited to geophysical operations, the drilling of wells, and the construction and use of roads, canals, pipelines, tanks, water wells, disposal wells, injection wells, pits, electric and telephone lines, power stations, and other facilities deemed necessary by Lessee to discover, produce, store, treat undor transport production. Lessee may use in such operations, free of cost, any oil, gas, water and/or other substances produced on the leased premises, except water from Lessor's wells or ponds. In exploring, developing, producing or marketing from the leased premises or lands pooled therewith, the ancillary rights granted herein shall apply (a) to the entire leased premises described in Paragraph 1 above, notivitiest leased premises or lands pooled therewith, the ancillary rights granted the relief and used by Lessee in the production of his leased premises or the leased premises or the leased premises or control in which Lessor new or hereafter has authority to grant such rights in the vicinity of the leased premises or lands pooled therewith. When requested by Lesser in word in which leased premises or other lands used by Lessee hereunder, without Lessee's obligations under this lease, and to commercial timber

there is a final judicial determination that a breach or default has occurred, this lease shall not be forfeited or canceled in whole or in part unless Lessee is given a reasonable time after said judicial determination to remedy the breach or default and Lessee falls to do so.

14. For the same consideration recited above, Lessor hereby grants, assigns and conveys unto Lessee, its auccessors and assigns, a perpetual subsurface well bore easement under and through the leased premises for the placement of well bores (along routes selected by Lessee) from oil or gas wells the surface locations of which are situated on other tracts of fand and which are not intended to develop the leased premises or lands pooled therewith and from which Lessor shall have no right to royalty or other benefit. Such subsurface well bore easements shall run with the land and survive any termination of this lease.

15. Lessor hereby warrants and agrees to defend title conveyed to Lessee hereunder, and agrees that Lessee's option may pay and discharge any taxes, mortgages or liens existing, levied or assessed on or against the leased premises. If Lessee excrease such option, Lessee shall be subrogated to the rights of the party to whom payment is made, and, in addition to its other rights, may reimburse liself out of any royalities or shut-in royalities otherwise payable to Lessor hereunder, in the event Lessee is made aware of any claim inconsistent with Lessor's title, Lessee may suspend the payment of royalities and shut-in royalities hereunder, without interest, until Lessee has been furnished satisfactory evidence that such claim has been resolved.

16. Notwithstanding anything contained to the contrary in this lease, Lessee shall not have any rights to use the surface of the leased premises for drilling or other operations.

audits. 17. This lease may be executed in counterparts, each of which is deemed an original and all of which only constitute one original.

DISCLAIMER OF REPRESENTATIONS: Lessor acknowledges that oil and gas lease payments, in the form of rental, bonus and royalty, are market sensitive and may vary depending on multiple factors and that this Lesse is the product of good faith negotiations. Lessor understands that these lesse payments and terms are final and that Lessor entered into this lesse without duress or undue influence. Lessor recognizes that lesses values could go up or down depending on market conditions. Lessor acknowledges that no representations or assurances were made in the negotiation of this lesses that Lessor would get the highest price or different terms depending on future market conditions. Neither party to this lesse will seek to alter the terms of this transaction based upon any differing terms which Lessee has or may negotiate with any other lessors/oil and gas owners.

IN WITNESS WHEREOF, this lease is executed to be effective as of the date first written above, but upon execution shall be binding on the signatory and the signatory's heirs, devisees, executors, administrators, successors and assigns, whether or not this lease has been executed by all parties hereinabove named as Lesser.
LESSOR (WHETHER ONE OR MORE)
Signature: Sarah Jarl Whittien Signature: MOVAI MUN. Signature: SARAH JANE WHETEN Printed Name: David Travis
Printed Name: SARAH JANE WHETEN Printed Name: David Trevin
STATE OF LAWS AS ACKNOWLEDGMENT
COUNTY OF TOURING
This instrument was acknowledged before me on the about a day of November 2010, by Sarah Take Whithen
HEATHER SIMONS Notary Public, State of Kansas My Appointment Expires Notary's name (printed): Heather 5 mons Notary's commission expires: 9 (5-701)
ACKNOWLEDGMENT
STATE OF LATERS COUNTY OF DOUGHS This instrument was acknowledged before me on the 15th day of Nakhbar 2010, by David PTREVINO TRANSPORTED TO THE STATE OF TREVINO
HEATHER SIMONS Notary Public, State of Kansas Notary's name (printed): Heather Simons Notary's commission expires: 2-10-2011
CORPORATE ACKNOWLEDGMENT
STATE OF
COUNTY OF day of , 2010, by of
a corporation, on behalf of said corporation.

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